## Senate File 2302 - Reprinted

SENATE FILE 2302

BY COMMITTEE ON ECONOMIC

GROWTH/REBUILD IOWA

(SUCCESSOR TO SF 2215)

(As Amended and Passed by the Senate March 13, 2012)

## A BILL FOR

- 1 An Act relating to bidding for purchases through a competitive
- 2 bidding process by the state or political subdivisions.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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- 1 Section 1. Section 8A.311, Code Supplement 2011, is amended
- 2 by adding the following new subsections:
- 3 NEW SUBSECTION. 12A. a. If the lowest responsive bid
- 4 received by the state or a political subdivision for products
- 5 or other purchases is from an out-of-state business and totals
- 6 less than five hundred thousand dollars, and an Iowa-based
- 7 business submitted a bid which is within five percent or ten
- 8 thousand dollars of the price of the lowest bid, whichever
- 9 is less, the Iowa-based business which submitted the lowest
- 10 responsive bid shall be notified and shall be allowed to match
- 11 the lowest bid before a contract is awarded.
- 12 b. This subsection does not apply to a request for bids or
- 13 proposals for products or other purchases associated with the
- 14 following:
- 15 (1) Road or bridge construction or repair.
- 16 (2) Architectural or engineering services.
- 17 NEW SUBSECTION. 12B. a. A response to a request for
- 18 bids or proposals for products or other purchases by the
- 19 state or a political subdivision which totals less than five
- 20 hundred thousand dollars in value shall contain the following
- 21 information:
- 22 (1) The percentage of the ownership of the submitting
- 23 business which is held by Iowa residents.
- 24 (2) The percentage of the employees who will be carrying out
- 25 work in connection with the contract who are Iowa residents.
- 26 For the purposes of this paragraph, "employee" includes
- 27 part-time, temporary, contract, and substitute employees, and
- 28 includes employees of any contractors or subcontractors.
- 29 (3) An estimate of the percentage of purchases to be made by
- 30 the submitting business in connection with the contract that
- 31 will be made from Iowa-based businesses.
- 32 (4) The amount of property tax paid by the submitting
- 33 business during the most recently completed fiscal year for
- 34 which such a figure is available.
- 35 b. This subsection does not apply to a request for bids or

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- 1 proposals for products or other purchases associated with the
  2 following:
- 3 (1) Road or bridge construction or repair.
- 4 (2) Architectural or engineering services.
- 5 NEW SUBSECTION. 12C. Subsections 12A and 12B do not apply
- 6 to procurement of or for public improvement projects.